

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

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W-02069A
Sunrise Water Company
9098 W. Pinnacle Peak Rd.
Peoria AZ ~~85345~~ 85383

RECEIVED

APR 14 2005

AZ CORPORATION COMMISSION
Office of Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2004
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FOR COMMISSION USE

ANN04	04
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COMPANY INFORMATION

Company Name (Business Name) <u>Sunrise Water Co.</u>		
Mailing Address <u>9098 W. Pinnacle Peak Road</u>		
<u>Peoria</u> (City)	<u>AZ</u> (State)	<u>85383</u> (Zip)
<u>623-972-6133</u>	<u>623-566-8925</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address <u>jdcampbell19098@qwest.net</u>		
Local Office Mailing Address <u>9098 W. Pinnacle Peak Road</u>		
<u>Peoria</u> (City)	<u>AZ</u> (State)	<u>85383</u> (Zip)
<u>623-972-6133</u>	<u>623-566-8925</u>	
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address <u>jdcampbell19098@qwest.net</u>		

MANAGEMENT INFORMATION

Management Contact: <u>J D Campbell</u>		<u>President</u>	
	(Name)		(Title)
<u>9098 W. Pinnacle Peak Rd.</u>	<u>Peoria</u>	<u>AZ</u>	<u>85383</u>
(Street)	(City)	(State)	(Zip)
<u>623-972-6133</u>	<u>623-566-8925</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address <u>jdcampbell19098@qwest.net</u>			
On Site Manager: <u>J D Campbell</u>			
	(Name)		
<u>9098 W. Pinnacle Peak Rd.</u>	<u>Peoria</u>	<u>AZ</u>	<u>85383</u>
(Street)	(City)	(State)	(Zip)
<u>623-972-6133</u>	<u>623-566-8925</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address <u>jdcampbell19098@qwest.net</u>			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: <u>J D Campbell</u>			
(Name)			
<u>9098 W. Pinnacle Peak Rd.</u>	<u>Peoria</u>	<u>AZ</u>	<u>85383</u>
(Street)	(City)	(State)	(Zip)
<u>623-972-6133</u>	<u>623-566-8925</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Attorney: <u>Scott Rhodes, of Jennings, Strouss & Salmon PLC</u>			
(Name)			
<u>The Courier Center, 11th Floor</u>	<u>Phoenix</u>	<u>AZ</u>	<u>85004</u>
(Street)	(City)	(State)	(Zip)
<u>602-262-5911</u>	<u>602-253-3255</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input checked="" type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|--|-----------------------------------|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input checked="" type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME

Sunrise Water Co.

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	88,321	26,869	61,452
307	Wells and Springs	766,742	233,262	533,480
311	Pumping Equipment	422,128	128,422	293,706
320	Water Treatment Equipment	22,313	6,788	15,525
330	Distribution Reservoirs and Standpipes	138,040	41,995	96,045
331	Transmission and Distribution Mains	2,240,314	681,559	1,558,755
333	Services	266,809	81,170	185,639
334	Meters and Meter Installations	21,879	6,656	15,223
335	Hydrants	210,200	63,948	146,252
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	22,426	18,730	3,696
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	11,380	3,462	7,918
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	8,207	2,497	5,710
348	Other Tangible Plant			
	TOTALS	4,218,759	1,295,358	2,923,401

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

Sunrise Water Co.

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	88,321	4.48%	3,954
307	Wells and Springs	766,742	4.48%	34,330
311	Pumping Equipment	422,128	4.48%	18,900
320	Water Treatment Equipment	22,313	4.48%	999
330	Distribution Reservoirs and Standpipes	138,040	4.48%	6,181
331	Transmission and Distribution Mains	2,240,314	4.48%	100,307
333	Services	266,809	4.48%	11,946
334	Meters and Meter Installations	21,879	4.48%	980
335	Hydrants	210,200	4.48%	9,412
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	22,426	11.93%	2,646
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	11,380	4.48%	510
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	8,207	4.48%	367
348	Other Tangible Plant			
	TOTALS	4,218,759		190,562

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

COMPANY NAME

Sunrise Water Co.

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 82,958	\$ 420,226
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	3,877	3,253
146	Notes/Receivables from Associated Companies	30,997	97,066
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 117,833	\$ 520,544
	FIXED ASSETS		
101	Utility Plant in Service	\$ 3,761,754	\$ 4,218,759
103	Property Held for Future Use		
105	Construction Work in Progress	73,895	35,334
108	Accumulated Depreciation – Utility Plant	(1,104,796)	(1,295,358)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 2,730,853	\$ 2,958,735
	TOTAL ASSETS	\$ 2,848,686	\$ 3,479,279

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME

Sunrise Water Co.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 51,484	\$ 52,859
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	214,294	198,571
236	Accrued Taxes	6,184	5,000
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 271,962	\$ 256,430
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	1,848,775	2,490,765
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 1,848,775	\$ 2,490,765
	TOTAL LIABILITIES	\$ 2,120,737	\$ 2,747,195
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 10,000	\$ 10,000
211	Paid in Capital in Excess of Par Value	356,736	352,034
215	Retained Earnings	361,213	370,050
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 727,949	\$ 732,084
	TOTAL LIABILITIES AND CAPITAL	\$ 2,848,686	\$ 3,479,279

COMPANY NAME

Sunrise Water Co.

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 1,029,007	\$ 1,080,982
460	Unmetered Water Revenue	1,087	1,178
474	Other Water Revenues	4,999	13,507
	TOTAL REVENUES	\$ 1,035,092	\$ 1,095,667
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 198,697	\$ 239,539
610	Purchased Water	501	0
615	Purchased Power	115,696	121,551
618	Chemicals		
620	Repairs and Maintenance	10,919	17,572
621	Office Supplies and Expense	28,735	25,370
630	Outside Services	63,855	102,562
635	Water Testing	2,920	2,750
641	Rents		
650	Transportation Expenses	51,895	58,720
657	Insurance – General Liability	13,346	12,490
659	Insurance - Health and Life	28,989	38,886
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	311,522	280,890
403	Depreciation Expense	174,654	190,562
408	Taxes Other Than Income		
408.11	Property Taxes	77	0
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 1,001,804	\$ 1,090,893
	OPERATING INCOME/(LOSS)	\$ 33,288	\$ 4,774
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 0	\$ 4,064
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	0	
	TOTAL OTHER INCOME/(EXPENSE)	\$ 0	\$ 4,064
	NET INCOME/(LOSS)	\$ 33,288	\$ 8,837

COMPANY NAME

Sunrise Water Co.

SUPPLEMENTAL FINANCIAL DATA**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 119,605

Meter Deposits Refunded During the Test Year

\$ 24,483

COMPANY NAME	Sunrise Water Co.
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WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-626343	50 HP	200	1,190	10	3	1971
55-544015	50 HP	170	1,260	12	6	1994
55-566797	100 HP	325	1,170	12	6	1998
55-571201	125 HP	500	1,230	12	6	1999

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
10 5	3 3	135	3
20	5		
30	3		
25 50	1 1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
100,000	3	5000	3
20,000	1	1000	1
325,000	1	1500	1
86,000	1		

COMPANY NAME

Sunrise Water Co.

WATER COMPANY PLANT DESCRIPTION (CONTINUED)**MAINS**

Size (in inches)	Material	Length (in feet)
2	PVC	320
3		
4	PVC	6,910
5		
6	PVC	104,191
8	PVC	43,161
10	PVC	340
12	PVC	1,760
6	DIP	290
8	DIP	102
12	DIP	3,962

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	
3/4	748
1	480
1 1/2	21
2	8
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

Chemical feed pumps for chlorination

STRUCTURES:

CMU fences; chain link fences

Steel water storage tanks

OTHER:

COMPANY NAME: Sunrise Water Co.

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2004

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	1229	16,742,457	17,815
FEBRUARY	1233	18,572,774	19,975
MARCH	1233	13,962,918	14,796
APRIL	1236	19,717,457	20,680
MAY	1238	24,531,150	26,346
JUNE	1239	35,844,227	37,733
JULY	1240	36,585,610	38,962
AUGUST	1240	39,429,050	40,880
SEPTEMBER	1237	33,317,890	35,225
OCTOBER	1241	27,986,455	29,482
NOVEMBER	1241	24,704,835	25,825
DECEMBER	1242	14,441,136	15,586
TOTAL		NA	323,305

Is the Water Utility located in an ADWR Active Management Area (AMA)?

(☒) Yes () No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

(☒) Yes () No

If yes, provide the GPCPD amount: 151

What is the level of arsenic for each well on your system. See below mg/l
(If more than one well, please list each separately.)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

Well #2 0.043 mg/l
Well #3 0.0079 mg/l
Well #4 0.0046 mg/l
Well #5 0.0052 mg/l

COMPANY NAME Sunrise Water Co. YEAR ENDING 12/31/2004

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2004 was: \$ 0

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. Cash flow

COMPANY NAME Sunrise Water Co. YEAR ENDING 12/31/2004

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	<u> *</u>
Estimated or Actual Federal Tax Liability	<u> *</u>

State Taxable Income Reported	<u> *</u>
Estimated or Actual State Tax Liability	<u> *</u>

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u> *</u>
Amount of Gross-Up Tax Collected	<u> *</u>
Total Grossed-Up Contributions/Advances	<u> *</u>

* S Corp - calculated at shareholder level

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.



SIGNATURE

4/11/05

DATE

J D Campbell

PRINTED NAME

President

TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

APR 14 2005

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Maricopa
NAME (OWNER OR OFFICIAL) TITLE J D Campbell
COMPANY NAME Sunrise Water Co.

Arizona Corporation Commission
Director of Utilities

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2004

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2004 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 1,185,037

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 85,343
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

11/4

DAY OF

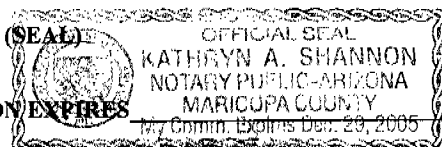
COUNTY NAME Maricopa	
MONTH <u>APRIL</u>	20 <u>05</u>

SIGNATURE OF OWNER OR OFFICIAL

623-972-6133

TELEPHONE NUMBER

MY COMMISSION EXPIRES



Kathryn A. Shannon
SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

APR 14 2005

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Maricopa	
NAME (OWNER OR OFFICIAL) J D Campbell	TITLE President
COMPANY NAME Sunrise Water Co.	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2004

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2004 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 1,172,294

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 84,488
IN SALES TAXES BILLED, OR COLLECTED)

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

SIGNATURE OF OWNER OR OFFICIAL

623-972-6133

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

11th

DAY OF

NOTARY PUBLIC NAME

Kathryn A. Shannon

COUNTY NAME

Maricopa

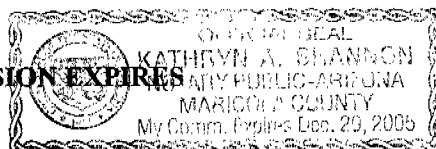
MONTH

APRIL

.2005

(SEAL)

MY COMMISSION EXPIRES



SIGNATURE OF NOTARY PUBLIC